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|---|------|
| DATE RECEIVED 5/2/01 | |
| OFFICE OF CONSERVATION | |
| RTE | INIT |
| 1 | PNA |
| | JHW |
| | MWK |
| 2 | JRA |
| | CDW |
| | MSH |
| 4548 HARDING STREET, SUITE 104 P. O. BOX 53319 LAFAYETTE, LOUISIANA 70505-3319 TELEPHONE (337) 237-5000 FAX (337) 237-9095 DESTROY | |
| 3831 N. CAUSEWAY BLVD., SUITE 2000 METairie, LOUISIANA 70002 TELEPHONE (504) 830-7649 FAX (504) 830-7635 | |

May 2, 2001

check # 1843

Honorable Philip N. Asprodites
Commissioner of Conservation
State of Louisiana
P. O. Box 44275
Baton Rouge, LA 70804-4275

Re: Alternate Unit Well Application, A Sand,
Reservoir A, Cheniere Perdue Field,
Cameron Parish, Louisiana

Dear Commissioner Asprodites:

On behalf of Panaco, Inc. ("Applicant"), application is hereby made for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the A Sand, Reservoir A, in the Cheniere Perdue Field, Cameron Parish, Louisiana:

A SAND RA SUA

1. To permit Applicant to utilize its Panaco, Inc. - Miami Corporation No. J-5 Well, located as shown on the attached plat, as an alternate unit well for A SAND RA SUA.
2. To find that the proposed alternate unit well is necessary to efficiently and economically drain the A Sand, Reservoir A, underlying the A SAND RA SUA which cannot be efficiently and economically drained by the existing unit well.
3. To permit the Operator of the A SAND RA SUA to produce the allowable assigned to this unit from either the unit well, the alternate unit well or from a combination of such wells, at the option of the Operator.
4. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

Honorable Philip N. Asprodites
Commissioner of Conservation
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The A Sand, Reservoir A, in the Cheniere Perdue Field, Cameron Parish, Louisiana, was defined in Office of Conservation Order No. 430-E, effective April 1, 1966.

All pertinent data relating to this application may be obtained **AT THE COST OF THE REQUESTING PARTY** from Cambe Geological Services, (504) 779-7367, 3337 N. Hullen St., Suite 200, Metairie, Louisiana 70002 and Chip LeBlanc of LeBlanc Geological Services, (504) 828-8700, 3500 No. Causeway Blvd., Suite 405, Metairie, Louisiana 70002.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

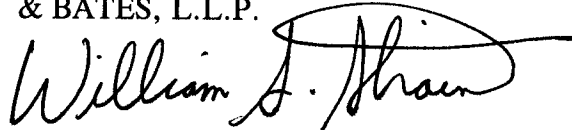
Pursuant to the aforesaid Revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. Copies of this list will be provided upon request. A copy of this letter and of the attached plat is being sent to the District Manager of the Lafayette District of the office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and of the enclosed plat at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Cheniere Perdue Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

A check payable to the Office of Conservation and covering the application fee is enclosed.

Very truly yours,

STRAIN, DENNIS, MAYHALL
& BATES, L.L.P.



William S. Strain

JCB:mbw
enclosures

cc: Ms. Lois Kidd
Mr. Richard Hudson
District Manager

Interested Owners
Represented Parties
Interested Parties

R-7-W

R-6-W

T 14 S

MIAMI CORP
1
10600

MIAMI CORP
A-1
10525

11

MIAMI CORP
J-2
10716

HUMBLE
C.P. UN 1
1

12

A SAND-RA SUA
347.47 ACS

W 1

AS PER ORDER NO 430-E

J-5
10795

O-4
9600

O-6
9600

O-2
9610

O-1
10545

GOLDKING
MIAMI CORP
J-1
10720

10700

O-3
9612

MIAMI CORP

GOLDKING
MIAMI CORP
O-5
9600

AUSTRAL
MIAMI CORP
J-5
10723

CALLON
MIAMI CORP
1
13100

LAMSON-BENNETT
MIAMI CORP
J-3
12950 ST
14000 OH

14

13

EXISTING UNIT WELL

ALTERNATE UNIT WELL



EXHIBIT NO.

DOCKET NO.

PANACO, INC.

CHENIERE PERDUE FIELD
CAMERON PARISH, LA.

PROPOSED ALTERNATE UNIT WELL

A SAND



LeBLANC GEOLOGICAL, INC.
PETROLEUM GEOLOGY CONSULTING